

## **CORPORATE TAX PLANNING (IB-601 A)**

**COURSE OBJECTIVES:** The course is based on the important provisions of Income Tax Act, 1961 relating to corporate assesses. The course aims to provide knowledge to the students about provisions of corporate taxation in practical terms and use of the tax planning methods to minimize tax liability.

**Introduction:** Corporation tax, Tax Planning, Tax Evasion, Tax Avoidance, Tax Management, Dividend Tax, Domestic Company, Foreign Company.

**Computation of Total Income and Tax Liability of Companies:** Income from business, capital gain, income from other sources, total income.

**Tax Planning for new Business:** Location and Nature of Business, Forms of Business Organization

**Tax Planning and Financial Management Decisions:** Tax Planning relating to Capital Structure Decision, Dividend Policy, Inter-Corporate Dividends and Bonus Shares

**Tax Planning and Managerial Decisions:** Tax planning in respect of Own or Lease, sale of assets used for scientific research, make or buy decisions, repair, replace, renewal or renovation of an asset, shut-down or continue decisions.

**Special Tax Provisions:** Tax provisions in respect of Free Trade Zone, Tax provisions in respect of Infrastructure Development, Tax provisions in respect of Backward Areas, Tax provisions in respect of Tax Incentives to Exporters.

### **Amalgamation**

**Tax Payment:** Tax deduction at source, Tax collection at source, and Advance payment of tax

### **Recommended Books:**

**Reading:** Corporate Tax Planning & Management by H. C. Mehrotra & S. P. Goyal

Corporate Tax Planning and Business Tax Procedures by V. K. Singhania

**References:** Students Guide to Income Tax by V. K. Singhania,

Direct Taxes Law & Practice by V. K. Singhania

**Journals:** Chartered Secretary, Chartered Accountant

**Financial Dailies:** Business Standard, The Economic Times, Financial Express etc.

## **MANAGEMENT INFORMATION SYSTEM (IB-611)**

**OBJECTIVE** : The objectives of the course is to develop fundamental understanding of management information system and apply it in decision making.

### **TOPICS TO BE COVERED**

**The meaning & role of MIS :**The meaning & role of MIS- What is MIS system view of business. System approach. Importance of MIS. Evolution of MIS. Computers in MIS. Concepts of DSS, ESS, KM, OAS, TPS.

**Information Systems and Organization:** Data & Information, Management and Decision Making Information Systems and Society. Technical and Behavioral aspects.

**The strategic role of Information:**as a strategic resource containing competitive force. It products and services linking with customers and suppliers.How is affects organization- Economic theories, Behavioural theories. Organisational resistance to change, Implication for the design and understanding of I.S.

**Management Decision Making:** Information Management. Decision Making- What managers do, behavioural model. Classical description of management. Level of decision making, types of

decisions, structured unstructured types of decisions systems stages of decision making, individual model of decision making.

**TPS:** Introduction, Data entry process, batch processing, real time processing, file and database processing, Document and report generations.

**Business Information system :** Business function Information system: Introduction Marketing Information Systems manufacturing Information systems, HR Information Systems accounting information systems & financial information systems.

**Modern Information Systems:** Modern Information Systems: ERP Introductions MRP, MRP-II, Definition Implementation benefits & Precautions ERP software.

**TEXT READINGS:**

Murdick. et. al. Information System for Modern Management- PHI.

London & London – Management Information Systems – PHI

Obrien – Management Information System

## **FINANCIAL MANAGEMENT (IB-605)**

**Course Objectives:** This course is designed to enhance the understanding of the fundamental concepts of finance including but not limited to time value, capital budgeting and the cost of capital, working capital management.

**Financial Management – An Introduction:** The Scope and Function of Finance

**Concept of Value:** Time preference for Money, Compound value & Present Value

**Analysis of Capital Budgeting Decision:** Nature of Investment decisions, Investment evaluation Criteria.

**The Cost of Capital:** Concept & Significance of cost of capital, Specific & Weighted Average Cost of Capital, Marginal Cost of Capital.

**Long Term Sources of Finance:** Shares, Debentures and Term loans

**The Management of Current Assets:** Concept and planning of working capital management, Estimation and calculation of working capital management, Account Receivable, Inventory And Cash Management.

**Financing Decisions:** Concept of Leverage, Operating leverage, Financial Leverage, Combine Leverage.

**Dividend Decision:** Concept & significance, Determinants and constraints, Capital Structure Planning, Features of an appropriate capital Structure, Factors determining capital Structure, capital structure theories.

**Reference Books :**

Financial Management, I M Pandey

Fundamental of Financial Management; James C Van Horne & John M Wachowicz, Jr

Financial Management Text & Problems by M Y Khan & P K Jain

Financial Management; Prasanna Chandra.

## **PUBLIC FINANCE AND TREASURY (IB-603A)**

**Course Objective:** The objective of this course is to provide intensive study of govt. finance and their implication on the economy. Treasury management is a special aspect of fund management, dealing with the operation in the treasury funds, traded in the money market controlled by the RBI govt. and bonds.

**Public Finance:** Meaning, Importance, scope and functions. Public finance Vs. Private finance Govt. role and performance in mixed India's economy. Public Enterprises- features, management structure, merits and demerits.

**Public Revenue:** Meaning, source of public revenue, canons of taxations. The division of tax burden, principles of tax burden, objectives of taxation, characteristics of ideal Taxation, effects of taxation. Types of taxes –Direct & Indirect taxes. Division of tax burden I- socio political theory, expediency theory. Division of tax burden II- ability to pay theory.

**Public Debt:** The meaning of public debt and differences between public and private debt. Sources, forms and need for public debt. Effects of public debt, Role of Public debt in economic development, public debt and inflation, burden of public debt.

**Public Expenditure:** Meaning, classification and objectives of public expenditure, causes of the increase in public expenditure, importance and effects of public expenditure. Principles of public expenditure. Increasing trend of public expenditure.

**Deficit financing:** Meaning, definition, effects, purposes, and limitations of deficit financing.

**Budget:** introduction; kinds of Public budget, economic and functional classification of budget, Balance budget: arguments for and arguments against balance budget.

**Treasury Management:** meaning , scope, objectives, function and organizational structure of treasury management.

**Integrated Treasury:** Cost centre and profit centre functions of integrated treasury benefits of integration, structure of integrated treasure.

**Risk Analysis and Control:** Financial Risk and Operation Risk.

### **Books:**

Public Finance: H.L.Bhatia (Vikas Pub)

Treasury Management in India: V.A. Avdhani (Himalya pub.)

Treasury Risk Management: S.K. Bagchi

Public Finance: D.M.Mithani (Himalya Pub.)

Money, Banking, International Trad and Public finance: M.L. Jhingan

## **AUDITING (IB-602)**

**Course Objectives:** The aim of the course is to give the students basic knowledge of Auditing system & various auditing procedures & techniques needed to apply for auditing.

**Introduction:** Origin & development, Definition, scope & importance of Auditing  
Classification of audit

1. Objectives: Detection & prevention of frauds & errors
2. Principles, techniques & procedure of auditing
3. Internal control, internal check & internal audit

4. Vouching
5. Verification & valuation of assets & liabilities
6. Depreciation, provisions & reserves Planning the audit
7. Divisible profits & dividends
8. Qualities, qualification, appointment, remuneration, rights, duties & liabilities of auditors
9. Investigation
10. Company audit
11. Audit reports & certificates
12. Types of audit: Audit of banking co., Audit of insurance co., Audit of electricity co., Audit of educational institutes, Audit of hospitals, Audit of hotels, Audit of charitable institutes, Audit of clubs
13. Audit of assets & liabilities; Audit of revenue & expenditure
14. New trends in auditing, practical problems & cases.

#### **Books**

**Auditing: Srinivasam Anann G. (Taxmann)**

**Auditing – Principles & Practices: S.D. Shah**

**Principles & Practices of Auditing – Saxena R.G. (Himalaya)**

#### **INTERNATIONAL BUSINESS (IB-610)**

**Course Objective:** The objective of the course is to expose students to the concept, importance and dynamics of international business and India's involvement with global business operations. The course also discusses theoretical foundations of international business to the extent these are relevant to understand the mechanics of global business operations and development.

1. **Introduction to International Business:** Nature of international business, need and importance of international business stages of internationalization, approaches to international business theories of international business, mercantilism, absolute advantage, comparative advantage, factor endowment, competitive advantage, Tariff and Non-tariff measures.
2. **International Monetary System:** History of the System & Need for the System, IMF, World Bank, Foreign Exchange System.
3. **Regional Economic Co-operation:** Forms of regional groupings (Trade Blocks); Integration efforts among countries in Europe, North America and Asia & UNCTAD, WTO– an overview.
4. **International Business Environment:** National and foreign environments and their components - economic, cultural and political-legal environments; Trends in India's foreign trade.
5. **International Financial Environment:** Foreign investments - types and flows; Foreign investment in Indian perspective.
6. **Financing of foreign trade and payment terms:** Basic documents in foreign trade, Sources of financing foreign trade, Payment terms of Export transactions.

**7. Opportunities in International Business- with special reference to India:** Strategic alliances, mergers and acquisitions; Indian joint ventures and acquisitions abroad; International business and ecological considerations.

**Suggested Readings:**

1. Charles, W.L. Hill., "*International Business*", New Delhi: Tata McGraw-Hill, 2003.
2. Johnson, ,Derbe., and Colin Turner, "*International Business - Themes & Issues in the Modern Global Economy*", London: Roulledge, 2003.
3. Cherunilam, Francis., "*International Business: Text and Cases*", Prentice Hall of India Ltd., 2004.
4. John, H. Daniels and Lee H. Radenbaugh," *International Business Environments and Operations*, Delhi: Pearson," (2001).
5. Justin, Paul., "*International Business*", Prentice Hall of India Ltd., 2003.
6. RBI, Report on Currency & Finance, various issues.
7. P.G.Apte, "*International Financial Management*", Tata McGraw Hill.